Subject: Foreign Currency Fluctuations, Defense	DoD Serial Number:
Appropriation Title: Various Appropriations	FY 03-58
	Includes Transfer?
	Yes

Component Serial Number:	(Amounts in Thousands of Dollars)							
	Program Base Reflecting Program Previously Congressional Action Approved by Sec Def				Reprogram	ming Action	Revised Program	
Line Item	Quantity	Amount	Quantity	Amount	Quantity	Amount	Quantity	Amount
a	b	С	d	e	f	g	h	i

Pursuant to the authority provided by Public Law 95-457, 92 Stat. 1236, and section 2779 of Title 10 of the United States Code, this reprogramming action transfers funds in three parts. Part I transfers \$556,738 million of fiscal year (FY) 2001 unobligated balances from various Components' Operations and Maintenance and Military Personnel appropriations to the Foreign Currency Fluctuations, Defense (FCF, D) appropriation. Part II transfers \$258,358 million from the FCF, D appropriation to various Components' FY 2002 and FY 2003 Operations and Maintenance and Military Personnel appropriations to offset realized and estimated foreign currency losses resulting from the decline in the market value of the U.S. dollar compared to foreign currency execution rates and actual rates for selected foreign currencies. Part III transfers \$4,052 million of FY 2001 foreign currency fluctuation gains from the Component's appropriations to the FCF, D appropriation.

PART I

<u>REPROGRAMMING INCREASE</u> :		<u>+556,738</u>	
Foreign Currency Fluctuations, Defense			
970,000	20,000	+556,738	576,738
,		,	
REPROGRAMMING DECREASES:			
(Unobligated Balances)			
(Chooligated Balances)			
D D		22 700	
Reserve Personnel, Army, 01/01	2545162	<u>-23,709</u>	2 521 454
2,519,863	2,545,163	-23,709	2,521,454
Reserve Personnel, Navy, 01/01		<u>-25,000</u>	
1,585,214	1,585,214	-25,000	1,560,214
Reserve Personnel, Marine Corps, 01/01		<u>-5,000</u>	
451,381	451,381	-5,000	446,381
Military Personnel, Navy, 01/01		-35,000	
17,983,462	17,983,462	-35,000	17,948,462
1,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	- · · · · · · · · · · · · · · · · · · ·	,	
Military Personnel, Marine Corps, 01/01		-15,200	
6.943.730	6,943,730	-15,200	6,928,530
0,243,730	0,773,730	12,200	0,20,330
Military Personnel, Air Force, 01/01		-100,000	
18, § 35,944	18,335,944	-100,000	18,235,944
Approved (Signature and Date)	10,000,711	200,000	
Dov S. Zakheim	SEP 26 2003		
Dov S. Zakneim			

<u>UNCLASSIFIED</u>

Subject: Foreign Currency Appropriation Title: Variou			se				Do	D Serial Nu FY 03	
Appropriation rule: Variot	us Appropr	Tations					-	Includes To	
Component Serial Number:		• • • • • • • • • • • • • • • • • • • •	(Amounts in Tho	usands of Doll	ars)			
		se Reflecting		Previously d by Sec Def	Reprogram	ming Acti	on	Revised	Program
Line Item	Quantity	Amount	Quantity	Amount	Quantity	uantity Amour		Quantity	Amount
а	b	с	d	e	f	g		h	i
Operations and Mainte			<u>-3,9</u> -3,9	<u>923</u>					
	1	1,562,686		1,583,746		-3,9	923]	1,579,823
Operations and Mainte	enance. Na	vv Reserv	e. 01/01			-8,0	900		
Operations and Training		1,045,093	<u> </u>	1,045,093		-8,0		<u>:</u>	1,037,093
				04.104		4 /	-00		
Operations and Mainte	enance, Ma					<u>-1,5</u>	5 <u>00</u> 500		143,280
		144,780)	144,780		-1,:	500		143,280
Operations and Mainte	enance, Ar	my Nation	nal Guard	d, 01/01		<u>-16,</u>	<u>600</u>		
		3,323,263		3,398,531		-16,	600	-	3,381,931
Operations and Mainte	ananca Na	.vv 01/01				-50,0	000		
Operations and Manie		25,157,597	7	25,157,596		-50,0		2:	5,107,596
Operations and Mainte		<u>arine Cor</u> 2,778,758	p, 01/01	2,854,362		<u>-2,9</u>	9 <u>00</u> 900	,	2,851,462
		2,110,130		2,034,302		-49.	700	•	2,031,402
Operations and Maint	enance, Ai	r Force, 0	1/01			<u>-40,</u>			
		24,409,922	2	24,409,922		-40,	000	24	4,369,922
Operations and Maint	enance. De	efense-Wie	de. 01/01			-39,	549		
Operations and main		11,726,816		12,199,259	•	-39,		1	2,159,710
American Forces Inform				, .			-32		
Civilian Military Progra	ım					-,	500		
Defense Acquisition Un						_	681		
Defense Contract Audit	-					-1,	800		
Defense Contract Mana		encv				-3,	197		
Defense Finance and Ad	-						-49		
Defense Human Resour						-5.	615		
Defense Intelligence Ag						,	000		
Defense Information Sy	•	ncv					554		
Defense Logistics Agen	_)					025		
Department of Defense	•	Activity					500		
Defense Prisoner of Wa			fice				159		
Defense Security Coope	_						611		
Defense Security Coope Defense Security Service	_	,					365		
Defende decurity dervice									

12,120,925

Subject: Foreign Currency			se				DoD Serial Nu	
Appropriation Title: Variou	us Appropr	iations					FY 03 Includes T Yes	ransfer?
Component Serial Number:			(A	mounts in Tho	usands of Dolla	urs)		
<u> </u>	Program Bas Congression	se Reflecting		Previously by Sec Def	Reprogram	ming Acti	on Revised	Program
Line Item	Quantity	Amount	Quantity	Amount	Quantity	Amou	nt Quantity	Amount
a	b	с	d	e	f	g	h	i
Defense Threat Reduction National Security Agence Office of Economic Adjusted Office of the Secretary of The Joint Staff U.S. Special Operations	ustment of Defense					-2,0	500 500 329	
Office of the Inspector Budget Activity 1: Ope				143,977		-1	1 <u>53</u> 153	143,824
Defense Health Progra	<u>m, 01/01</u>					<u>-190,2</u>	<u> 204</u>	

Explanation: This part of the action transfers prior year expired unobligated balances for FY 2001 to the Foreign Currency Fluctuations, Defense appropriation from various Operations and Maintenance (O&M) and Military Personnel appropriations.

12,421,129

Budget Activity 1: Operations and Maintenance

PART II

12,421,129

-190,204

REPROGRAMMING INC	CREASES:		+258,358	
Operations and Maintenar	nce, Marine Corps, 02	2/02	+1,600	
Budget Activity 1: Operat			4 (00	2.067.220
	2,901,253	2,965,639	+1,600	2,967,239
Operations and Maintenar			+27,392	:
Budget Activity 4: Admin			25. 202	14007 514
	15,016,559	14,960,122	+27,392	14,987,514
Operation and Maintenan		<u>′02</u>	<u>+6,317</u>	
Department of Defense Ed		• • • • • • •		
Budget Activity 4: Admin				1 400 (10
	1,460,315	1,484,295	+6,317	1,490,612

Unclassifiea	KEFF	COGRAM		CHON-L	NIEMNA	L ,			rage 4 01 3	
Subject: Foreign Currency	/ Fluctuatio	ons, Defens	se				DoD Ser			
Appropriation Title: Variou	ıs Appropr	iations						FY 03		
						ŀ	Inclu		ransfer?	
								Yes	S	
Component Serial Number:			(A	Amounts in Tho	usands of Doll	ars)				
Component Seriai Ivanioei.	Program Bas	se Reflecting		Previously	Reprogram		ion Revised Program			
	Congressio			by Sec Def						
Line Item	Quantity	Amount	Quantity	Amount	Quantity	Amoui		ntity	Amount	
a	b	С	d	e	f	g		h	i	
Military Personnel, Ma	rine Corp	s, 03/03				+13,0	<u>00</u>			
Budget Activity 1: Pay			Officers							
		1,956,082		1,617,078		+3,0	00	-	1,620,078	
Budget Activity 2: Pay			Enlisted							
		6,767,978		5,754,051		+10,0	00	4	5,764,051	
		, ,		, ,						
Operations and Mainte	enance. Ar	mv. 03/03				+130,7	'30			
Budget Activity 1: Ope			•							
Dudget Hearthy 11 op.		3,640,996	4	42,430,431		+130,7	'30	4.	2,561,161	
	_	2,010,770		,,		,			, ,	
Operations and Mainte	enance. Na	vv. 03/03				+28,4	62			
Budget Activity 4: Adi			vicewide	Activities						
Dudget Activity 4. Adi		9,331,526		35,563,566		+28,4	162	3:	5,592,028	
	2	7,551,520	•	33,303,300		0,			- , ,-	
Operation and Mainte	nanca Ma	rine Corn	e 03/03			+4,4	118			
Budget Activity 1: Op			5, <u>05/05</u>			,				
budget Activity 1: Op	erating Fo	3,542,244	1	5,416,651		+4,4	118		5,421,069	
		3,342,244	•	3,410,031		17,7	110		3, 121,00>	
O 4	A:	- Fores Λ	2/02			+32,3	RRA			
Operations and Maint				A ativities		T32,	<u> </u>			
Budget Activity 4: Ad				<u>Activities</u> 17,260,880		+32,3	RRA	1	7,293,260	
		20,104,586	3	17,200,000		T32,.)OV	1	1,275,200	
	D (P VX 72.3	- 02/02			.111	161			
Operation and Mainte						+11,	104			
Department of Defense				A ativities						
Budget Activity 4: Ad	ministrati					+11,	161		1,649,509	
		1,565,082		1,638,345		+11,	LU 4		1,049,507	
D.C II 10 D	02/02					. 2 (205			
Defense Health Progra		J N#= * · 4				+2,8	073			
Budget Activity 1: Op				14 (55 040		. 2 9	205	1	4,652,353	
	J	4,234,041		14,655,248	1	+2,5	373	1	T,UJ4,JJJ	
DEDDO CD A MANG	DECDE 4	CEC.				250	150			
REPROGRAMMING						<u>-258,</u>	330			
Foreign Currency Flu	ctuations,			<i>ET C TO O</i>	,	250	250		318,380	
		970,000	•	576,738	•	-258,	330		210,200	
						_				

<u>Explanation</u>: This action is necessary to offset the effect of realized and estimated unfavorable variances between approved foreign currency execution rates and actual rates for FY 2002 and FY 2003.

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Unclassified	REPI	ROGRAM	MING A	<u>CTION - I</u>	<u>NTERNA</u>	<u>L</u>		Page 5 of 5
Subject: Foreign Currency	/ Fluctuation	ons, Defens	se				DoD Serial	
Appropriation Title: Variou	us Appropr	riations)3-58
								Transfer? es
							1	
Component Serial Number:			,	mounts in Tho				
	Program Bas Congression	se Reflecting onal Action		Previously by Sec Def	Reprogram	ming Acti	on Revis	ed Program
Line Item	Quantity	Amount	Quantity	Amount	Quantity	Amou	nt Quantity	Amount
a	b	с	d	e	f	g	h	i
REPROGRAMMING Foreign Currency Fluc REPROGRAMMING	tuations, I	<u>Defense</u> 970,000		318,380		+4,0 +4,0 -4,0)52)52	322,432
Defense Health Progra						<u>-4</u>	<u> 152</u>	
Budget Activity 1: Ope		<u>nd Mainte</u> 12,421,129		2,230,473		_2	452	12,230,021
Operations and Mainte		arine Cort 2,778,758	os, 01/01	2,854,362		-3,6 -3,6		2,850,762
Evalenction. This next of	f the estim	tuomofono	EV 2001 -	eastized for	oian ourra	ooy fly	ctuation gair	e reculting

Explanation: This part of the action transfers FY 2001 realized foreign currency fluctuation gains resulting from strengthening in the value of the U.S. dollar compared to foreign currency execution rates.